

## Creating a **Life Income Gift**

Take care of yourself *and*  
take care of Christian  
Brothers of the Midwest

# Take Care of Yourself While Taking Care of Christian Brothers of the Midwest

A life income gift provides you or others you choose with income in exchange for a charitable contribution to Christian Brothers of the Midwest. It is a great way to support our mission while also taking care of yourself and your loved ones. A life income gift helps to provide financial peace of mind to you or those you love, and possible tax savings as well. But it provides another benefit: spiritual peace. When you give a life income gift, you know that you are perpetuating the mission of the Christian Brothers. You are providing future opportunities for students, helping young adults follow the call of God's work, or assuring a dignified retirement for our Senior Brothers—you are leaving a legacy that will last well beyond your years. It is a way not only to support our mission, but to live the mission. A life income gift gives you the satisfaction of knowing that you are allowing us to teach minds and touch hearts with the love of Christ.

## How Does It Work?



1. **You give us assets**, such as securities, cash, or real estate, which funds the life income gift.
2. **You (or your loved ones) receive an income stream.** You may also receive tax benefits.
3. **The remainder of your life income gift will be used at Christian Brothers of the Midwest.** It will support the programs you've chosen.

## WHEN PLANNING YOUR LIFE INCOME GIFT, CONSIDER HOW YOU WANT YOUR GIFT TO BE USED

You can make an **unrestricted gift** to support the District's most immediate needs.

Or, you can make a **designated gift**, and designate your gift to a particular program, such as student financial assistance, care for Senior Brothers, Vocations, or Lay Formation. If you are considering a designated gift, please contact us so we may ensure that the intent of your gift is understood and to thank you for your generosity.



## Life Income Gifts can support Christian Brothers of the Midwest ministry programs

Some possibilities include:

- Senior Brothers
- Vocations
- Formation
- Lasallian Education
- General Operations
- Regional Schools and Programs



## Types of Life Income Gifts that Support Christian Brothers of the Midwest

Gift Type	Funded With	Income	Advantages
<b>Charitable Gift Annuity</b>	Cash or Securities (Minimum \$25,000)	Fixed annuity paid for life	Payments never fluctuate; income tax charitable deduction for a portion of your gift; annuity payments partially tax-free for a time
<b>Charitable Remainder Unitrust</b>	Cash, securities, or real estate	Fixed percentage paid each year	Possible protection against inflation; more flexibility than other life income gifts; receive an income tax deduction and pay no capital gains tax
<b>Charitable Lead Trust</b>	Cash or securities	Income to charity and then assets pass to family or others	Pass assets to family and heirs at a reduced tax cost; save gift taxes, estate taxes, and probate costs
<b>Pooled Income Fund</b>	Cash or securities	Receive payments equal to your share of the fund's net income	No capital gains tax; tax deduction on gift amount



## Charitable Gift Annuity

In exchange for a gift of \$25,000 or more, Christian Brothers of the Midwest agrees to pay a fixed amount each year to you or one or two beneficiaries. Income is determined by your age at the time of your gift and the amount that you give.

You can fund your CGA with cash, securities, or your IRA. If you choose to fund from your IRA, there is a limit of \$50,000 and you can only make this gift type once in your lifetime. [See more information on page 6.](#)

The payments never fluctuate and are not affected by changes in the economy or financial markets. Christian Brothers of the Midwest will give you a simple agreement for your records. Then just wait for the payments. In return for your gift, you will get an income tax charitable deduction for a portion of your gift. In almost

every case some of your annuity payments will be partially tax-free for a time.

A **Deferred Charitable Gift Annuity** allows you to take a tax deduction in the year of the gift, but delay the first annuity payment for a year or more. The longer you defer the start of payments the more annual income you will receive.

*Charitable Gift Annuities are not available in all states. Please contact us to see if your state is eligible.*

## Charitable Remainder Trust

**Establish a Charitable Remainder Trust by irrevocably transferring cash, securities, or other property to a trust, and then receive income each year.**

There are two types of remainder trusts: the Charitable Remainder Unitrust and the Charitable Remainder Annuity Trust. For each gift type, you irrevocably transfer cash, securities, or other property to a trust. You then receive an income tax deduction and pay no capital gains tax. During its term, The trust pays income each year to you or anyone you name. When the trust ends, its remaining principal passes to Christian Brothers of the Midwest. Some restrictions and considerations apply. Contact us if you are considering this gift type.

A **Charitable Remainder Unitrust** pays a fixed percentage of the trust's value, determined on an annual basis. If your unitrust grows, your payments will grow too, providing a hedge against inflation.

A **Charitable Remainder Annuity Trust** pays a fixed percentage of the trust's initial value each year, offering the security of fixed income.



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## Charitable Lead Trust

**Establish a Charitable Lead Trust by transferring cash, securities, or other property to a trust. Christian Brothers of the Midwest will receive a percentage of its value each year, and you receive a gift tax deduction and pass remaining principal to your heirs.**

A Charitable Lead Trust allows you to make a substantial gift to Christian Brothers of the Midwest in the form of annual payments and pass assets to your family or other heirs at a reduced tax cost. The payment to Christian Brothers of the Midwest is a percentage of the value of the trust each year.

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## Pooled Income Fund

**Take part in our Pooled Income Fund and receive income from our investment of your gift.**

A Pooled Income Fund gift is an easy way to receive income for life and make a generous gift to Christian Brothers of the Midwest. A Pooled Income Fund works like a mutual fund. Your gift is combined with the gifts of all other donors to the fund and invested together. You receive payments equal to your share of the fund's net income.





## Tax Benefits of Life Income Gifts

Gift Type	Tax Benefits
<b>Charitable Gift Annuity</b>	<ul style="list-style-type: none"><li>• Income tax charitable deduction for the charitable value of your gift</li><li>• Some of your annuity payments will be partially tax-free</li><li>• Save income taxes and reduce capital gains taxes</li></ul>
<b>Charitable Remainder Trust</b>	<ul style="list-style-type: none"><li>• Income tax charitable deduction for the charitable value of your gift</li><li>• Save income taxes or capital gains taxes on assets</li></ul>
<b>Charitable Lead Trust</b>	<ul style="list-style-type: none"><li>• Reduce gift taxes</li><li>• Save on estate taxes and probate costs</li></ul>
<b>Pooled Income Fund</b>	<ul style="list-style-type: none"><li>• Income tax charitable deduction for the charitable value of your gift</li><li>• Avoid capital gains taxes when making gifts of appreciated securities</li></ul>

*Please consult your tax professional for full tax benefit details.*







## New in 2023 – Establish a Charitable Gift Annuity Through Your IRA

### YOU CAN NOW GIVE FROM YOUR IRA AND RECEIVE A LIFETIME OF PAYMENTS

If you are 70½ or older, you can establish a Charitable Gift Annuity with your IRA account by using a Qualified Charitable Distribution.

A QCD—sometimes called a “charitable rollover”—is a contribution from your IRA directly to Christian Brothers of the Midwest. Unlike other distributions from your retirement accounts, you pay no income tax on a Qualified Charitable Distribution, although there is no charitable deduction for your contribution. However, your QCD contribution counts toward your Required Minimum Distributions (RMD) from your IRA without creating taxable income for you.

Under a new law effective in 2023, some donors can make a QCD in exchange for a Charitable Gift Annuity. There are some rules and limitations:

- You can exercise this option only once during your lifetime.
- There is an aggregate limit of \$50,000.
- The entire payment you receive from your charitable gift annuity will be subject to income tax.
- You can include your spouse as a recipient of the annuity payment.
- There is no income tax deduction for this contribution, although there is no tax on the QCD either.

Consider Alan, a 75 year old who would like to make a special contribution to support Christian Brothers of the Midwest. Alan has substantial assets in his IRA, and he knows that he is facing a RMD this year. Even though he doesn't really need the income, Alan knows that his RMD is going to increase his income tax. Instead, Alan chooses to make a \$50,000 QCD to Christian Brothers of the Midwest in exchange for a charitable gift annuity which will pay him \$3,300 (6.6%) per year for the rest of his lifetime. Alan understands that he is allowed to make this election only one time, but he is looking forward to securing a stream of payments for his lifetime while reducing his RMD and making a generous contribution to Christian Brothers of the Midwest.

## Contact Us



### CHRISTIAN BROTHERS OF THE MIDWEST IS HAPPY TO HELP YOU WHEN CONSIDERING A LIFE INCOME GIFT. PLEASE CONTACT:

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Christian Brothers of the Midwest

Those considering a planned gift should also consult their own legal and tax advisors. We are happy to speak with them as well.

## Join the Heritage Society



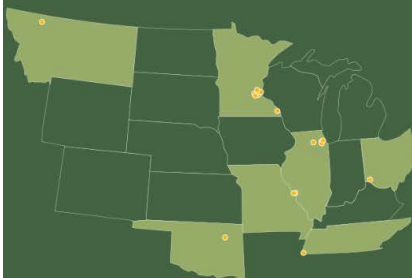
Making a life income gift welcomes you to the Heritage Society, a group of extraordinary individuals who remember the Christian Brothers and our Lasallian Mission in their estate or financial plans. Their visionary commitment builds on the Brothers' legacy of a humane and Christian education for all.

The Heritage Society is currently over 150 members strong, living and deceased, representing numerous planned gifts to benefit the Lasallian Mission. In addition to operating support, countless scholarships and program-specific funds for Senior Brothers, Vocations, and Lay Formation have been created through planned gifts. The commitments help ensure a promising future for our Brothers, Lay Partners, and ministries across the region.

When you make a life income gift, you share in and advance our mission. If you have included the Christian Brothers of the Midwest in your estate plans, please let us know. We would like to thank you for your generosity, make sure the purpose of your gift is properly understood, and recognize you as a member of the Heritage Society.

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## Ministries in the Midwest District



### Minnesota

Benilde-St. Margaret's School (St. Louis Park)  
Cretin-Derham Hall (St. Paul)  
DeLaSalle High School (Minneapolis)  
Dunrovin Retreat Center (Marine on St. Croix)  
Holy Family Catholic High School (Victoria)  
Lasallian Educational and Research Initiatives (Winona)  
Saint Mary's University of Minnesota (Winona)  
Totino-Grace High School (Fridley)

### Missouri

Christian Brothers College High School (St. Louis)  
La Salle Retreat Center (Wildwood)

### Tennessee

Christian Brothers High School (Memphis)  
Christian Brothers University (Memphis)

### Montana

De La Salle Blackfeet School (Browning)

### Illinois

Brother David Darst Center (Chicago)  
De La Salle Institute (Chicago)  
La Salle Manor Retreat Center (Plano)  
Lewis University (Romeoville)  
Instituto Fe y Vida (Romeoville)  
Montini Catholic High School (Lombard)  
Resurrection College Prep High School (Chicago)  
Saint Patrick High School (Chicago)  
San Miguel Chicago (Chicago)

### Ohio

La Salle High School (Cincinnati)

### Oklahoma

San Miguel School of Tulsa (Tulsa)